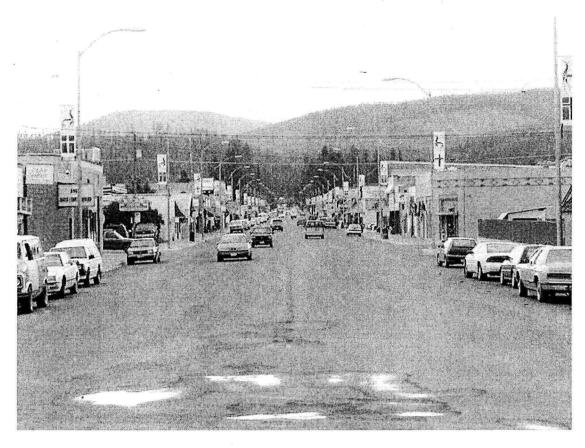


Overview Points

- ❖ Largest, most pervasive public health impacts in Superfund history
- Libby vermiculite contaminated with toxic form of asbestos
 - Vermiculite and waste rock used in Libby primarily as insulation, soil additive, and fill material
 - Asbestos-laden material found throughout Libby area
- Major economic disruption
 - ❖ WR Grace vermiculite operation closed 1990
 - Stimson Lumber Mill closed 2003
- Several hundred deaths, more than 1,500 active cases of Asbestos-Related Disease
- Cleanup job growing bigger, more difficult than original estimates
 - ♦ 6+ years to finish current work in Libby
 - ❖ First Libby, then Troy, Montana (smaller, nearby impacted community.)
- EPA achieving steady progress
 - ❖ More than 217 properties cleaned up.
 - Community concerns about work pace, long term health support, economic revitalization.

Libby at a Glance



Mineral Ave, downtown Libby

History

- ❖Vermiculite company town
- ❖W.R. Grace gave away asbestoscontaminated material
- ❖State Top Priority NPL Site

Today

- **❖**10,000+ residents
- 4,300+ properties
 - ❖1,200+contaminated
- Stigma of widespread contamination and Superfund
- Struggling economy

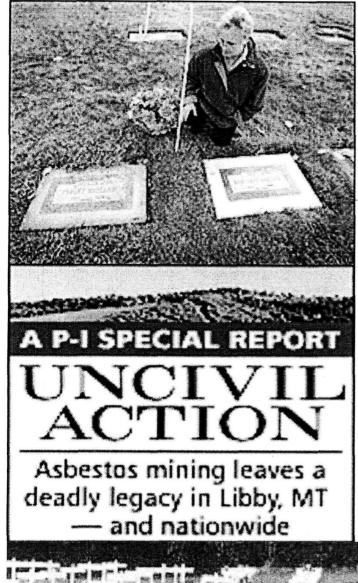


Libby Amphibole Asbestos





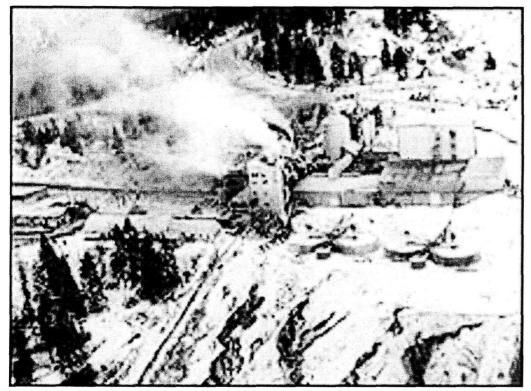
- Large amount and high concentration of material which easily breaks down into dangerous fibers.
- Impossible to separate from the Libby vermiculite ore.
- Many residents used these rocks and boulders as decorative landscaping.
- Health data indicate this may be a very different, highly toxic form of asbestos.



Seattle Post-Intelligencer

- ❖ Broke the story in Nov. 1999
 - High rates of illness and death in Libby
- Region 8 emergency response
 - Assessment and clean up
 - Health investigations by HHS (Agency for Toxic Substances and Disease Registry)
- Most severe public health impacts in the history of Superfund
 - ❖ Workers, families and residents are sick
- Lingering perception of betrayal
 - Citizen concerns over union, local state and federal government failure to act

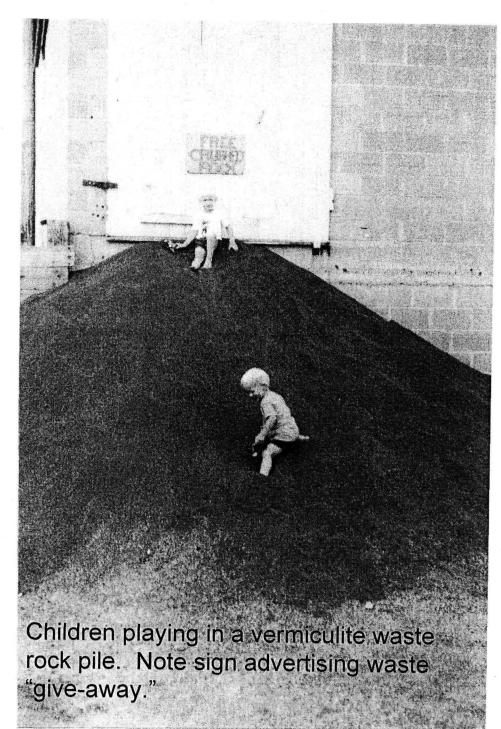




Libby Ore Processing Plant (portion became Raintree Nursery)

HHS (ATSDR) Libby Mortality Study 1979 - 1998

- Asbestosis deaths occur at 40 times state, 80 times US average.
- ❖ Lung cancer deaths > 1.2 times above average.
- Mesothelioma (asbestos-related) cancer deaths very elevated.
- Majority of deaths linked to workplace exposures.



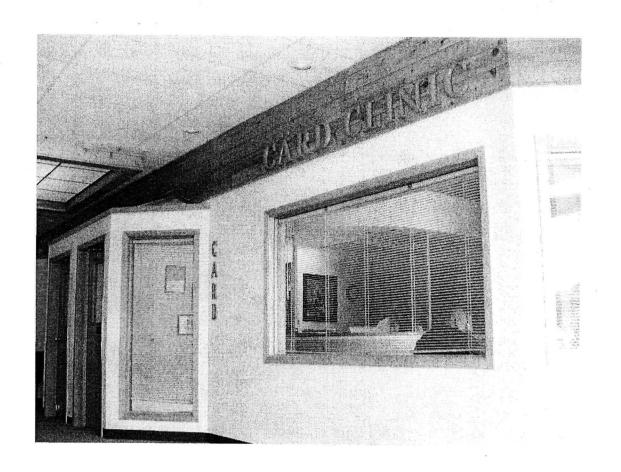
ATSDR Libby Health Study 2000 – 2001

- Evaluated 7,000+ Libby valley residents
- Found that almost 20% have lung abnormalities today
- Identified 16 different asbestos exposure pathways related to ore
- 3 pathways most highly linked to illness:
 - Workers
 - Families of workers ("take-home" exposure, dust on clothing)
 - Children playing in waste piles
- People reporting more exposure pathways are more likely to be sick.

Public Health Support



- HHS grant to St. Luke's Community Hospital
- Dr. Brad Black and the CARD Clinic
 - Currently treating > 1,500 local patients for ARD



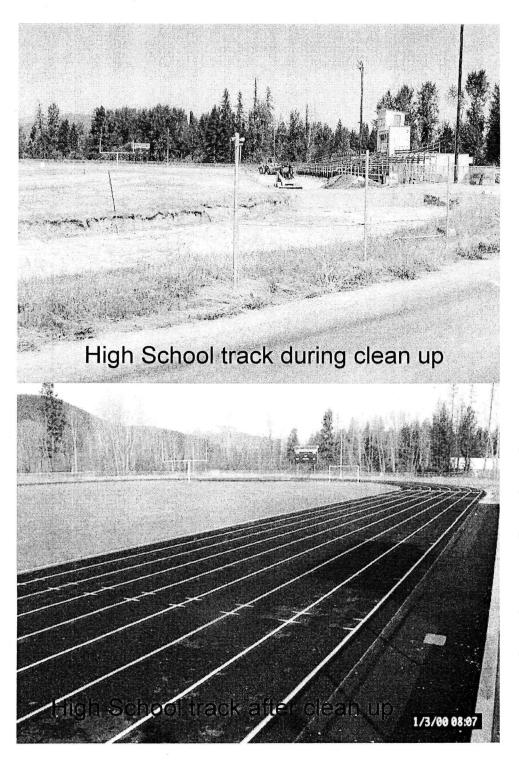
What Has EPA Done?

INDUSTRIAL CLEANUP

- ❖ Mine Road
- Disposal Operations
- Screening Plant
 - 17 acres and 250,000 cubic yards of contaminated soil
- Export (Shipping)
 Plant
 - 20,000 cubic yards cleaned up in downtown Libby
- ❖ Raintree Nursery
 - 6 acre portion of former processor site.







More Completed Cleanup Projects

- Elementary, Middle and High School Playgrounds
 - ❖ Tracks
 - ❖ Ballfields
 - Facilities
- Community Boat Ramp
- Municipal Buildings
- 217 properties cleaned up (May 7, 2004)
- 400 property design plans
- EPA targeted the highest exposures/threats first

WHAT'S NEXT?

PROPERTIES AND HOMES

- 4 1,200 or more to go, mostly residences
- Current rate is 130 200 per year

REDEVELOPMENT AND BUSINESS

Ongoing effort to bring work and businesses to Libby





Removing contaminated insulation

Enforcement

- **❖** W.R. Grace is the sole Responsible Party
 - Grace has contested the cleanup with EPA and community
 - Grace currently in bankruptcy (court limiting Grace to cleanups at Grace-owned properties.)
 - **❖** Community distrusts Grace.
 - Grace may conduct future cleanup at the mine.
- ❖ EPA awarded largest ever (\$55M+) award for response costs.
 - Pending bankruptcy resolution
 - ❖ Appeal pending before 9th Circuit
 - ❖ EPA and DOJ expect court to sustain the award.

REDEVELOPMENT

- **❖ SEVERE ECONOMIC SLUMP**
 - Highest unemployment rate in the State
- EPA assisting local efforts
 - Redevelopment of former Stimson Lumber Mill Site
 - Cleanup 2004
- Town feels EPA is not doing enough, and taking too long
 - Perception that redevelopment assistance comes at the cost of clean up
 - Tourism and other business impacts

